CHAPTER 46

DEDUCTIONS FOR THE ARMED FORCES RETIREMENT HOMES

4601 ARMED FORCES RETIREMENT HOME (AFRH OR "RETIREMENT HOME")

The AFRH includes the United States Soldiers' and Airmen's Home and the Naval Home.

4602 GENERAL

Monthly deductions, up to a maximum of \$1.00, are set by the Secretary of Defense after consulting with the Armed Forces Retirement Home Board. Pay deductions are deposited in the Armed Forces Retirement Home Trust Fund. Do not prorate deductions for partial months of service.

4603 APPLICABILITY

460301. <u>Members Subject to Deductions</u>. Regular enlisted members, and warrant and limited duty officers (LDO) of the Armed Forces (includes the Coast Guard only when operating as a Military Service in the Navy) are subject to AFRH deductions.

460302. Members Not Subject to Deductions

- A. Reserve Component members,
- B. Commissioned officers other than LDOs,
- C. Selective trainees inducted into federal service, and
- D. Members in a non-pay status for the entire calendar month.

4604 PRECEDENCE OVER OTHER DEDUCTIONS AND COLLECTIONS

Retirement Home deductions apply only against pay. They take precedence over all other deductions and collections except forfeitures, "Montgomery G.I. Bill," and FICA taxes. See Chapter 52, the Precedence of Pay Deductions and Collections, Table 52-1.